

BT Super for Life – Moderate Fund – Savings

Fact sheet

December 2009



Fund overview

Product name	BT Super for Life – Moderate Fund – Savings
APIR	BTA0296AU
Inception date	October 2007
Fund status	Open
Fund size	\$42.58 million
ICR (Management fee)	0.99% as at 31/12/2009
Asset class	Diversified
Recommended investment timeframe	5 years+
Risk category	Medium

Fund management

The funds are managed by BT's investment management team and by a number of external managers with complementary capabilities.

Where BT appoints other investment managers, our team of investment specialists provide ongoing monitoring and review of the appointed investment manager.

Who is this fund for?

For account holders who are comfortable with a reasonably aggressive approach to investing with a moderately high level of risk and potential return.

Investment style

A mixture of growth and conservative assets, with a significant emphasis on growth assets.

Intended outcome

To provide a return (before fees and taxes) that exceeds the fund's benchmark over 5 years or more. The benchmark is described in the Frequently Asked Questions section online.

Investment performance

Performance (%) (as at 31/12/2009)	1 months	3 months	6 months	1 year (pa)	Since Inception
Total return	2.42	1.85	12.42	11.16	-4.44
Benchmark return	2.49	2.16	15.19	15.03	-4.90

Performance returns are calculated net of ICR (Management Fees) and post tax. Past performance is not a reliable indicator of future performance, the value of your investment can go down as well as up.

To provide a longer term view of performance in this type of fund, we have shown returns for the BT Sustainable Balanced Fund which has similar investments. The BT Super for Life – Moderate Fund will be managed in a similar way.

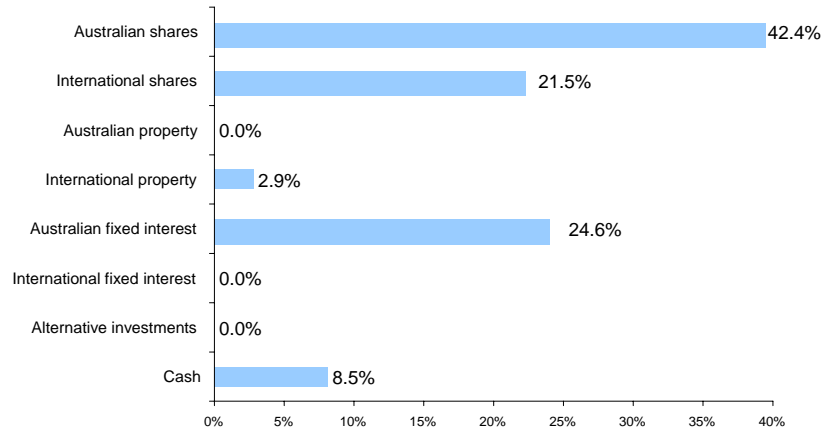
Performance (%) (as at 31/12/2009)	1 year (pa)	3 years (pa)	5 years (pa)	Since Start (pa)	Start date
Fund Returns*	12.30	-0.72	5.88	10.70	Aug 1984

*Post-fee, pre-tax

Asset allocation

Target asset allocation	Target	Range
Australian shares	38	28-48
International shares	22	12-32
Australian property	5	0-10
International property	3	0-10
Australian fixed interest	25	5-40
International fixed interest	0	0-20
Alternative investments	0	0-20
Cash and other	7	0-20

By Sector allocation (as at 31/12/2009)



The market exposure (asset allocation) and holdings of the fund may change significantly each day.

Fund commentary

Market review

The Australian equity market gained 3.4% over the December quarter and saw out 2009 at its high for the year. After going backwards in October – the market's first decline after registering seven consecutive monthly gains – stocks gathered strength over the next two months. Gains were driven by a strong performance by the Materials sector (+13.7%) and Resources (+ 9.8%) on the back of renewed confirmation of the robustness of the China recovery.

Global equity markets were up 2.1% for the quarter in Australian dollar terms though a strengthening US dollar meant that returns in local dollar terms were +4.5%. Concerns about the strength and durability of the US recovery caused market volatility to jump sharply towards the end of October and debt market worries around Dubai World and Greek government bonds tested investor confidence in November. However, improving signs for the US economy, the ongoing commitment from the government to maintain the fiscal stimulus and signs of stabilisation in the US housing market helped equity markets finish the quarter on a positive note.

The Reserve Bank of Australia raised rates in October by 25 basis points – becoming the first central bank to do so – and taking the base rate to 3.25%. This was followed by two other 25 basis points hikes with indications that more may follow. Meanwhile, on the back of the increase in the base rate and a brightening economic climate the Australian dollar continued its good run against the US dollar and ended the quarter at just under 0.90c.

Performance

The portfolio outperformed the benchmark over the December quarter. Australian equities outperformed with the main contributor to returns being our overweight to Rio which benefited from strong commodity prices and a rising Australian dollar. The Australian listed property sector was down -5% in the December quarter while global property was up strongly (+6.8%). The Reserve Bank raised rates by 0.75% over the quarter to bring the cash rate to 3.75%. Meanwhile, Australian 3-year bonds declined from 4.83% to 4.66% while 10-year bonds rose from 5.36% to 5.64%.

Strategy & outlook

Our overarching view remains that the market continues to be in a consolidation phase driven primarily by lack of clarity with regards to the success of the developed economies in weaning themselves off government stimulus. The

signals on the strength of the private sector have continued to be mixed during the month of December. US manufacturing continues to rebound on restocking but the consumer continues to face some headwinds and is not yet in a position to provide a backstop to move the economies sustainably higher. On the other hand the developing nations driven primarily by China have continued to exhibit very sound economic growth fundamentals which has been a key reason why the commodity spectrum has been well supported.

Other features

Responsible and ethical investment

BT Financial Group is a signatory to the UN Principles for Responsible Investment (PRI). These Principles are about maintaining long-term growth without causing environmental or social damage. Investing with BT Super for Life can help you reconcile your social and environmental concerns with your financial goals.

Specifically, the Australian and international share components of the BT Super for Life – Moderate Fund are invested ethically. You can find out more information about PRI and ethical investing in the PDS.



More information?

→ Speak to your financial adviser → Visit btsuperforlife.com.au → Call BT Customer Relations 1300 653 553

BT Funds Management Limited ABN 63 002 916 458, AFSL No. 233724, RSE No. L0001090 is Trustee of BT Super for Life (Fund) ABN 53 398 474 034, RSE No. R1071221

The Product Disclosure Statement (PDS) is available by visiting btsuperforlife.com.au or calling BT on 1300 653 553. You should consider the PDS in deciding whether to acquire, or continue to hold, the Fund and consider whether the Fund is appropriate for you. This document (Fact sheet) does not take into account your objectives, financial situation and needs. Because of this, you should, before acting on information in this document, consider its appropriateness, having regard to your objectives, financial situation or needs and we recommend you consult a financial adviser.

Performance figures are calculated in accordance with the Investment and Financial Services Association (IFSA) standards. Total returns are calculated to the last day of each month (unless otherwise indicated) using exit prices and assuming reinvestment of distributions (which may include net realised capital gains from the sale of fund assets).

An investment in BT Super for Life is not a deposit with, or any liability of, Westpac Banking Corporation ABN 33 007 457 141, or any other company in the Westpac Group of companies. For further information refer to the PDS.